OFCZAREK

SLED TO SEE SHEET

MERCHANIN

22 September 1952

TO : STC - Operational Clearance Officer

FROM : EE/FI/7

WIA : EE/FI/PO

SUBJECT : Emerick Andreas OFC7AREK

REFFRENCE: EF/FI/7 Memorandum of 12 August 1952 requesting operational clearance.

- 1. Attached is a condensed version of a report obtained from CIC Germany. The report (Attachment I) is believed to have been written by Willi HOFTIL and Harry MAST.
- ZIPPFF was informed of the substance of the statements contained in Attachment I and asked for comments.
 Attachment II is a translation of ZIPPFR's memo refuting the report.
- 3. Pullach Operations Base in their letter transmitting the attached, made the following comments: "ZIPPFR's refutation is certainly not decisive. However, their point that both CIC and TIPPIR have thoroughly investigated previous warnings on WESTELY (without significant derogatory result) is well taken, and there is undoubtedly at least some sound basis for discounting 'ttachment I in view of the known hostile attitude between TIPPF and HOSTEL and the probably accurately described disgrantled feeling of MAST, thought to be the actual author of Attachment I. The KP membership and activities of Or. Kurt KNOLL, junior, are not demied or even commented upon by TIPPIR, but he is described as only an acquaintance of OFCTAPPK through Dr. Kurt KNOLL, senior. It is difficult to evaluate the TIPPIF statement that KNOLL, junior, can have no insight concerning the actual activities and employer of OFCZIPEK.

DECLASSIFIED AND RELEASED BY CENTRAL INTELLIGENCE AGENCY SOURCES METHODS EXEMPTION 3 B 2 B NAZIWAR CRIMES DISCLOSURE ACT DATE 2007

ATTACHMENT I

The following is a report about EP influence on the Organisation von GERLEN; it shows clearly the lines of contact to the Org., and raised the question whether the directors of the Org. are seen of the true background of all the facts:

1. During an investigation of the 1951/52 elections in the Linser bisenhandelsgesellschaft, which resulted in the victory of several EP industrial councils, it was discovered that among this group there is a certain Dr. Kurt KNOLL, born 1½ June 1919 in Vienna, now residing in Lins, Glimpfingerstr. 63, a member of the EP.

Further investigation disclosed that Dr. KNOLL is the son of Prof. Kurt KNOLL, formerly Rektor of the Hochschule für Welthandel in Vienna, now living in Mondace, and in contact with the Org. von OFHLER.

MOTE: Prof. KNOLL was SS-Standartenfthrer in Vienns prior to 1965 and a most influential member of that organisation. SD decisions on Austrian personalities in the business, cultural, educational and political 'ields were based largely on his views and judgment. An indication of his standing in the SD was shown by the fact that soon after 1936 he was promoted from Dosent to Rektor of the Hochschule. At present he is an influential member of the Sudsten German group not only in Austria but also in Germany and enjoys the confidence of Dr. Lodgmann-Auen, recently in Bonn.

In 1948 Prof. KNOLL was brought into Dr. OFCZAREK's group in the Org. GFHLEN by Dr. WESSELY. At first he was employed as empert on personnel matters, later on the condensation of reports on economics and Austrian internal affairs and policy. In 1949 Dr. OFCZAREK gave KNOLL quarters in his rented wills in Mondace, where KNOLL still resides.

2. Activity of Dr. Kurt KNOLL, Jr.

There are very close ties between Or. KNOLL, Sr. and Dr. KNOLL, Jr. and Dr. KNOLL, Jr. is well informed concerning his father's close connections with the American-German IS of Gen. Office and expresses him. If knowledgeably in intimate circles over the Org.'s awareness of happenings within the KPOF. In other circles Dr. KNOLL, Jr. is at pains to represent the Government as overly concerned over the danger of KPOF activity and to belittle its actions. In his connection, it is known that Professor K. has requested his son to keep him informed on KPOF activities and that the latter main ains that reports on the existence of KP ce'ls, terror groups and Fast-West trade are grossly examperated.

NOTE: It is known that the ties between KNOLL, ir. and Jr. are very intimate, and that all in ellipsence matters are discussed by them. Whether t is is carelessness on the part of Dr. KNOLL, $S_{\rm po}$.

er whether it can be attributed to his well-known desire to appear important is not clear. Nor is it known whether Dr. (FCZAREK is sware of the facts concerning the two KNOLL's.

10

Since the summer of 1969, Dr. OFCZAKEK's Orgo has been engaged solely in CF work. It is therefore possible that in the Orgo's effort to penetrate the KP there is double agent activity, but as the above report indicates, the Orgo is being given purely deception material.

In the course of the investigation on Dr. KHOLL, Jr. it was determined that the KP is remarkably well informed about the activity of anti-Soviet agents and their reports. It is assumed that one of the KP's sources is Dr. KNOLL, Jr. It is not known how well informed Prof. KHOLL is about his son's work.

3. Activity of Dr. Kurt WESSELT.

The investigation also disclosed connections between Dr. EMOLL, Jr. and Dr. Eurt WESSELT, who is suspected by the police and whose alleged time to the MVD have been the subject of confidential reports since 1948. Reports of this nuture are still being received. His wife is also regarded with suspicion. She lived in Hungary until 1948, and could be in contact with the Hungarian IS, although no proof of such contact exists.

NOTE: Dr. WESSELT joined Or. OFCTAREX's section of the Org. in spring of 1949. His duties were the evaluation of the Rungarian and Juroslav press, the condensation of economic reports, and the reporting on Austrian internal affairs. As early as 1948 his reliability was questioned, and as a result he was officially dismissed from the Org. in 1949. However, through Dr. OFCTAREX he was retained as a secret co-worker of Prof. KHOLL.

Dr. WESSFLY was approached several times by the MVD, but has declared officially that he refused each offer. He did admit, however, that officials of the PVD pointed out to him that his conduct had a direct bearing on the treatment accorded his wife, who was residing in Hungary at that time. After his wife returned from Hungary in the summer of 1948, Dr. Was attitude toward Hungary and Communium was remarkably neutral and Mobjective. This may be attributed to Dr. Was clear subservience to his wife. She is a chauvinistic Hungarian and even today is very pro-Hungarian. Further, her parents and other close relatives reside in Budapest and as late as 1949 Praxi W. had telephone conversations with Hungary.

: SECURITY INFORMATION

Dr. MESSELY is insincere, garralous and egotistical. He will not defend himself when attacked, but is vindictive when rebuffed. He is very intellectual and a nam of great learning. He is a nationalist politically, due to his family besignound and upbringing. To all other political questions, he takes a characteristically continue, neutral position.

Dr. W.'s financial condition appears good, although his income would seem to be between 2500 S. - 3000 S., he must support his wife and two cheldren, and lives in a newly built, high-rental house. We does have a private income, inasmuch as he inherited 160,000 S. from his father.

Dr. W. suffered war injuries - lower leg amputation. This injury has preduced an inferiority complex, which is increased by his very lively and jelly vife. Dr. W. has always been supported by Dr. OFCEARE.

NOTE: In this regard, Dr. OFCZARLK is reported to have stated that if Dr. W actually does have ties to the Sovi:te, that this is a "good guarantee".

LECALL

ATTACHMENT II

Dr. Eurt, Lins, been 20 March 1906, journalist, WESSELY representative of "Berichte and Informationen" and "Salsburger Nachrichton", married to Susanne, nee SCHNIDT, native of Hungary. From early 1965 to 1 Dec. 1950, a member of the Organisation.

Dr. Kurt, senior. Formerly Rektor of Hochschule für Welthandel in Vienna, 1965-67 interned, resides Mondese. Born 29 Oct. 1989, married to Viktoria, MOLL nee WILD. Since July 1947, press evaluator for Org.

Dr. Kurt, jun., born 14 June 1919, resides in Lina; during war in German Foreign Office, since 1950 BOCLL. employee of VOEST-Worke and Linser Eisenhandels-GmbH

Dr. Willi, resides 3ad Altaussee, formerly officer in RSHA 7I/E; 1948/49 employed by CIC, owner of MIT.

in Lins.

"Mibelungen-Verlag" in Ling. TOMORE

Dr. Emil, born 27 Oct 1902 in Leitmerits, resides in Bad Altausses and Lins; official of Propaganda Ministry in Vienna, during the war with a PK-Kompanie, 1949/51 employee of "Nibelungen-Verlag" in Line; with CIG and other intelligence services, 1968/69 worked with Dr. WESSFLY for Baron MAST. Left because of "double" activity.

HAST Heinrich, Baron, born 26 Dec. 1377 in Line; author; free 1967 until March 1952 employed by the Organisation's BV S. Dr pped because of suspected fabrication.

1. The allegations that Dr. WESSILY works for an Eastern IS date back to 1949. They originated with the so-called Ausseer-SS-Areis, smong show Dr. HOTTL and Dr. TOWNTL are prominent. The reports are based on the fact that during the war Dr. W. married a Hungarian citisen, who was not able to some to Austria permently until 1969.

The allegations against Dr. W. caused CIC and the Org. to undertake investigations, which in no wise confirmed the accuracy of the reports but, on the contrary, second to indicate personal animosity towards 'r. W. as the real reason for the reports. Dr. W. was an illegal Nationalsosialist and in 1938 was arrested by the Austrian police in connection with an action against the then illegal NS-Gauleiter of Vienna, MFUBACTES. W. 18 said to have teld the police all he knew of MS-activity in Vienna.

Dr. HOTTL and Dr. FONCE see to it that the allegations against W. reached the AIS and the Org. through many channels, so that they appeared to be confirmed by various sources.

2. Prof. KNOTI has known Dr. W. since 1938. While looking for so-workers well versed in economics, Baron MAST asked Dr. W. to contact Prof. KNOLL in the fall of 1948. MAST himself met with Dr. W. and Prof. K. 8 April 1949. Since Dr. OFCZAREK knew Prof. K. personally, he recruited him into the Organisation in 1949.

Prof. KNOLL is active only as a press evaluator. He is directed solely by Dr. CFCZALLK. The only contacts between Prof. K. and Dr. W. have been a few unavoidable, chance meetings. Neithur Dr. W. nor Baron MAST had an insight into Prof. KNOLL's work.

Prof. KHOLL lives with his wife in a small villa, which Dr. OFCZA EX rented in 1945 for himself and his office, and in which he lived until 1949. Dr. OFCZA: IX is still the recognised tenant. Since Prof. E. moved into the house, Dr. OFCZAFK has lived in Salsburg. There can therefore be no question of their "living together". Occasionally during the summer months there have been weekend visits.

- 3. Dr. OFCZALFK has no professional or business relations with Dr. KNOLL, Jr. They met originally in the home of Dr. K. Sp. Dr. K., Jr. has never worked for the Org., nor is there any in ention to recruit him.
- is Dr. K., Jr. knows that his father works for Dr. C. in the press evaluation section. He knows only Dr. C. from the Drg., and may surmise that Dr. C. is in contact with an American agency. The Organisation and its missions are, however, in no way known to Dr. K., Jr., neither does his father possess any knowledge in this regard.
- 5. In 1950, via Prof. KNOLL, ir. OFGRANER received a warning from Dr. HOTTL (who is acquainted with Frof. KNOLL for a long time and who knows of KNOLL's connections with OFCRANER) that Dr. MESS LY had unclear relations with the Fast, and through his wife might possibly have become a Hungarian agent. Dr. HOTTL caphatically advised Dr. O. not to disregard this warning, or he might regret it some day. This day appears to have arrived.
- 6. HOTTL's allegations follow the recognised paths of character assassination. The motive may be the fact that suspite

Marre H. Barrell

all his efforts, Dr. H. has been unable to make a fraitful IB segmestion and resents the efficacy of Dr. O's group in what HUTTL considers his sem demain. In accordance with his ambition, he would like to be the political expert for Austria in a national IS.

7. Whether MAST, who was dropped in March 1952 because of a spected fabrication material, was co-author of the report cannot be determined. There is a possibility that this is the case.
MAST is now employed in Dr. HOTTL's "Nibelungen-Verlag" in Lins and works with "r. HOTTL intelligence-wise. Because of his talent for intrigue, it is quite possible that he may be seeking an epportunity for revenge for having been dismissed.